



**ADOPTED BUDGET
FOR THE YEAR ENDED 30 JUNE 2023
LOCAL GOVERNMENT ACT 1995**

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SHIRE'S VISION

Boddington is well known for being a vibrant and connected community with excellent lifestyle and employment opportunities in a beautiful natural environment.

SHIRE OF BODDINGTON
STATEMENT OF COMPREHENSIVE INCOME BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
Revenue				
Rates	2(a)	6,125,764	5,228,314	5,225,193
Operating grants, subsidies and contributions	10	586,301	916,167	367,919
Fees and charges	13	1,494,206	1,528,334	1,213,952
Interest earnings	11(a)	35,111	24,587	17,300
Other revenue	11(b)	53,250	165,158	35,830
		8,294,632	7,862,560	6,860,194
Expenses				
Employee costs		(3,339,754)	(2,826,496)	(3,048,975)
Materials and contracts		(2,824,521)	(2,422,054)	(2,578,728)
Utility charges		(360,005)	(346,340)	(298,245)
Depreciation on non-current assets	6	(2,799,320)	(3,013,436)	(2,393,945)
Interest expenses	11(d)	(67,819)	(78,860)	(86,218)
Insurance expenses		(212,345)	(279,029)	(271,598)
Other expenditure		(28,150)	(224,177)	(159,510)
		(9,631,914)	(9,190,392)	(8,837,219)
		(1,337,282)	(1,327,832)	(1,977,025)
Non-operating grants, subsidies and contributions	10	1,891,613	974,249	1,271,930
Profit on asset disposals	5(b)	14,700	4,870	0
Loss on asset disposals	5(b)	(10,790)	0	0
		1,895,523	979,119	1,271,930
Net result for the period		558,241	(348,713)	(705,095)
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		558,241	(348,713)	(705,095)

This statement is to be read in conjunction with the accompanying notes.

SHIRE OF BODDINGTON
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		6,225,764	5,219,267	5,225,193
Operating grants, subsidies and contributions		586,301	3,178,187	1,748,334
Fees and charges		1,494,206	1,528,334	1,213,952
Interest received		35,111	24,587	17,300
Goods and services tax received		231,867	233,980	0
Other revenue		53,250	165,158	35,830
		8,626,499	10,349,513	8,240,609
Payments				
Employee costs		(3,359,754)	(2,872,300)	(3,014,185)
Materials and contracts		(2,627,775)	(2,849,432)	(2,578,728)
Utility charges		(360,005)	(346,340)	(298,245)
Interest expenses		(67,819)	(63,583)	(86,218)
Insurance paid		(212,345)	(279,029)	(271,598)
Goods and services tax paid		(302,715)	(270,108)	0
Other expenditure		(28,150)	(224,177)	(159,510)
		(6,958,563)	(6,904,969)	(6,408,484)
Net cash provided by (used in) operating activities	4	1,667,936	3,444,544	1,832,125
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(1,107,795)	(370,869)	(347,233)
Payments for construction of infrastructure	5(a)	(3,069,757)	(1,539,955)	(1,866,023)
Non-operating grants, subsidies and contributions		1,005,883	974,249	(384,356)
Proceeds from sale of property, plant and equipment	5(b)	67,000	9,654	34,000
Proceeds on disposal of financial assets at fair value through profit and loss		0	(1,999)	
Net cash provided by (used in) investing activities		(3,104,669)	(928,920)	(2,563,612)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(356,511)	(357,076)	(357,077)
Net cash provided by (used in) financing activities		(356,511)	(357,076)	(357,077)
Net increase (decrease) in cash held		(1,793,244)	2,158,548	(1,088,564)
Cash at beginning of year		6,093,342	3,934,794	3,255,458
Cash and cash equivalents at the end of the year	4	4,300,098	6,093,342	2,166,894

This statement is to be read in conjunction with the accompanying notes.

SHIRE OF BODDINGTON
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(deficit)	3	1,551,592	1,130,431	1,043,001
		1,551,592	1,130,431	1,043,001
Revenue from operating activities (excluding rates)				
Operating grants, subsidies and contributions	10	586,301	916,167	367,919
Fees and charges	13	1,494,206	1,528,334	1,213,952
Interest earnings	11(a)	35,111	24,587	17,300
Other revenue	11(b)	53,250	165,158	35,830
Profit on asset disposals	5(b)	14,700	4,870	0
		2,183,568	2,639,116	1,635,001
Expenditure from operating activities				
Employee costs		(3,339,754)	(2,826,496)	(3,048,975)
Materials and contracts		(2,824,521)	(2,422,054)	(2,578,728)
Utility charges		(360,005)	(346,340)	(298,245)
Depreciation on non-current assets	6	(2,799,320)	(3,013,436)	(2,393,945)
Interest expenses	11(d)	(67,819)	(78,860)	(86,218)
Insurance expenses		(212,345)	(279,029)	(271,598)
Other expenditure		(28,150)	(224,177)	(159,510)
Loss on asset disposals	5(b)	(10,790)	0	0
		(9,642,704)	(9,190,392)	(8,837,219)
Non-cash amounts excluded from operating activities	3(b)	2,795,410	2,990,798	2,428,735
Amount attributable to operating activities		(3,112,134)	(2,430,047)	(3,730,482)
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	10	1,891,613	974,249	1,271,930
Payments for property, plant and equipment	5(a)	(1,107,795)	(370,869)	(347,233)
Payments for construction of infrastructure	5(a)	(3,069,757)	(1,539,955)	(1,866,023)
Proceeds from disposal of assets	5(b)	67,000	9,654	34,000
Proceeds on disposal of financial assets at fair value through profit and loss		0	(1,999)	
Amount attributable to investing activities		(2,218,939)	(928,920)	(907,326)
FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(356,511)	(357,076)	(357,077)
Transfers to cash backed reserves (restricted assets)	8(a)	(915,260)	(60,679)	(61,202)
Transfers from cash backed reserves (restricted assets)	8(a)	477,080	100,000	0
Amount attributable to financing activities		(794,691)	(317,755)	(418,279)
Budgeted deficiency before general rates		(6,125,764)	(3,676,722)	(5,056,087)
Estimated amount to be raised from general rates	2(a)	6,125,764	5,228,314	5,225,193
Net current assets at end of financial year - surplus/(deficit)	3	0	1,551,592	169,106

This statement is to be read in conjunction with the accompanying notes.

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SHIRE OF BODDINGTON

NOTES TO AND FORMING PART OF THE BUDGET FOR THE YEAR ENDED 30 JUNE 2023

1 (a) BASIS OF PREPARATION

The annual budget has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost rather than at fair value. The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the Shire to measure any vested improvements at zero cost.

Accounting policies which have been adopted in the preparation of this annual budget have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the budget has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

Financial reporting disclosures in relation to assets and liabilities required by the Australian Accounting Standards have not been made unless considered important for the understanding of the budget or required by legislation.

The local government reporting entity

All funds through which the Shire of Boddington controls resources to carry on its functions have been included in the financial statements forming part of this annual budget.

In the process of reporting on the local government as a single unit, all transactions and balances between those Funds (for example, loans and transfers between Funds) have been eliminated.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 12 to the annual budget.

2021/22 actual balances

Balances shown in this budget as 2021/22 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

Budget comparative figures

Unless otherwise stated, the budget comparative figures shown in the budget relate to the original budget estimate for the relevant item of disclosure.

Comparative figures

Where required, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

Initial application of accounting standards

During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

- AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments
- AASB 2020-6 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current - Deferral of Effective Date

It is not expected these standards will have an impact on the annual budget.

New accounting standards for application in future years

The following new accounting standards will have application to local government in future years:

- AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates
- AASB 2021-6 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards

It is not expected these standards will have an impact on the annual budget.

Judgements, estimates and assumptions

The preparation of the annual budget in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

- estimated fair value of certain financial assets
- estimation of fair values of land and buildings and investment property
- impairment of financial assets
- estimation uncertainties and judgements made in relation to lease accounting
- estimated useful life of assets

Rounding off figures

All figures shown in this statement are rounded to the nearest dollar.

SHIRE OF BODDINGTON

NOTES TO AND FORMING PART OF THE BUDGET FOR THE YEAR ENDED 30 JUNE 2023

1 (b) KEY TERMS AND DEFINITIONS - NATURE OR TYPE

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

SERVICE CHARGES

Service charges imposed under Division 6 of Part 6 of the *Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services.

Excludes rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

PROFIT ON ASSET DISPOSAL

Profit on the disposal of assets including gains on the disposal of long term investments. Losses are disclosed under the expenditure classifications.

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refer to all amounts received as grants, subsidies and contributions that are not non-operating grants.

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

FEES AND CHARGES

Revenue (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

INTEREST EARNINGS

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

OTHER REVENUE / INCOME

Other revenue, which can not be classified under the above headings, includes dividends, discounts, and rebates. Reimbursements and recoveries should be separated by note to ensure the correct calculation of ratios.

EXPENSES

EMPLOYEE COSTS

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences safety expenses, medical examinations, fringe benefit tax, etc.

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets includes loss on disposal of long term investments.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expense raised on all classes of assets.

INTEREST EXPENSES

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or State taxes. Donations and subsidies made to community groups.

SHIRE OF BODDINGTON

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2023

1 (c) KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

In order to discharge its responsibilities to the community, Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis, reflected by the Shire's Community Vision, and for each of its broad activities/programs.

OBJECTIVE	ACTIVITIES
Governance To provide a decision making process for the efficient allocation of scarce resources	Administration and operation of facilities and services to members of Council. Other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific Council services.
General purpose funding To collect revenue to allow for the provision of services	To collect revenue in the form of rates, interest and general purpose government grants to allow for the provision of services.
Law, order, public safety To provide services to help ensure a safer and environmentally conscious community	Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services
Health To provide an operational framework for environmental and community health	Inspection of food outlets and their control, immunisation services, operation of health centre, noise control and general public health administration
Education and welfare To provide services to the elderly, children and youth	Operation of senior citizens centre and independent care units. Assistance to playgroups and other voluntary services.
Housing To provide and maintain staff and other housing	Provision and maintenance of staff and other housing
Community amenities To provide services required by the community	Rubbish collection services, operation of rubbish disposal sites, litter control, construction and maintenance of urban storm water drains, and administration of town planning schemes, cemetery and public conveniences.
Recreation and culture To establish and effectively manage infrastructure and resource which will help the social well being of the community	Maintenance of public halls, swimming pool, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library and other cultural facilities
Transport To provide safe, effective and efficient transport services to the community	Construction and maintenance of roads, streets, footpaths, depots, cycle ways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.
Economic services To help promote the shire and its economic wellbeing	Tourism and area promotion including the maintenance and operation of a caravan park. Provision of rural services including standpipes. Building control services.
Other property and services To monitor and control Shire's overheads operating accounts	Private works operation, plant repair and operation costs and engineering operation costs, and other unclassified works and services.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2022/23 Budgeted rate revenue	2022/23 Budgeted interim rates	2022/23 Budgeted back rates	2022/23 Budgeted total revenue	2021/22 Actual total revenue	2021/22 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) Differential general rates or general rates										
GRV - General	Gross Rental Valuation	0.111213	503	27,988,941	3,112,734	500	0	3,113,234	2,656,310	2,652,198
UV - Rural	Unimproved Valuation	0.006196	127	110,247,000	683,090	500	0	683,590	747,352	747,714
UV - Mining	Unimproved Valuation	0.035258	49	51,338,414	1,810,090	0	0	1,810,090	1,432,835	1,431,496
UV - Commercial	Unimproved Valuation	0.025432	2	1,013,000	25,763	0	0	25,763	22,469	22,469
UV - Rural Residential	Unimproved Valuation	0.010326	131	13,411,500	138,487	0	0	138,487	0	0
Sub-Total			812	203,998,855	5,770,164	1,000	0	5,771,164	4,858,966	4,853,877
Minimum payment		\$								
GRV - General	Gross Rental Valuation	900	132	251,571	118,800	0	0	118,800	151,536	153,504
UV - Rural	Unimproved Valuation	900	98	10,666,000	88,200	0	0	88,200	175,500	175,500
UV - Mining	Unimproved Valuation	900	42	176,928	37,800	0	0	37,800	42,312	42,312
UV - Commercial	Unimproved Valuation	900	0	0	0	0	0	0	0	0
UV - Rural Residential	Unimproved Valuation	900	122	9,160,000	109,800	0	0	109,800	0	0
Sub-Total			394	20,254,499	354,600	0	0	354,600	369,348	371,316
Total amount raised from general rates			1,206	224,253,354	6,124,764	1,000	0	6,125,764	5,228,314	5,225,193
								6,125,764	5,228,314	5,225,193

All land (other than exempt land) in the Shire of Boddington is rated according to its Gross Rental Value (GRV) in townsites or Unimproved Value (UV) in the remainder of the Shire of Boddington.

The general rates detailed for the 2022/23 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates and Service Charges

The following instalment options are available to ratepayers for the payment of rates and service charges.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	14/10/2022	0	0.0%	7.0%
Option two				
First instalment	14/10/2022	0	0.0%	7.0%
Second instalment	17/02/2023	10	3.0%	7.0%
Option three				
First instalment	14/10/2022		0.0%	7.0%
Second instalment	16/12/2022	10	3.0%	7.0%
Third instalment	17/02/2023	10	3.0%	7.0%
Fourth instalment	21/04/2023	10	3.0%	7.0%

	2022/23 Budget revenue	2021/22 Actual revenue	2021/22 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	2,500	2,560	100
Instalment plan interest earned	2,500	2,551	2,500
Unpaid rates and service charge interest earned	18,350	17,702	12,000
	23,350	22,812	14,600

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

To provide equity in the rating of properties across the Shire the following rate categories have been determined for the implementation of differential rating.

Differential general rate

Description	Characteristics	Objects	Reasons
UV - Rural	This rating category covers properties with a unimproved valuation and predominant rural land use.	To provide a base level of rating for UV properties.	This rate reflects the level of rating required to raise the necessary revenue to operate efficiently and provide local government services and infrastructure.
UV - Mining	This rating category covers all Mining Leases, Exploration Licences, Prospecting Licences, Retention Licences, General Purpose Leases, Special Prospecting Licences for Gold and Miscellaneous Licences as defined under the Mining Act with a UV valuation. It also includes properties with a UV valuation that are held for mining purposes.	To raise additional revenue to fund cost impacts to the Shire from mining activities.	This differential rate is higher than UV-General to improve fairness and equity outcomes by: <ul style="list-style-type: none"> • Applying a premium to compensate for the different valuation method and comparatively lower valuation level compared to equivalent properties in built-up areas. • Applying a premium to reflect the following key points: <ul style="list-style-type: none"> • A mining buffer was originally identified in 2007 to assist in accommodating bauxite and gold mining and to reduce land use conflict. The mining buffer protects mining operations from sensitive land uses and development which could prejudice the extraction (now and in the future) of mineral and basic raw material resources. • Mining operations have resource implications on other Shire services and assets including environmental health, emergency management, town planning services and administration. • The impact of higher road infrastructure maintenance costs to the Shire as a result of frequent vehicle use over extensive lengths of roads.
UV - Commercial	This rating category covers all properties with a UV valuation with any intensive usage which is significantly different from agricultural or horticultural production.	This differential rate is to raise additional revenue to fund cost impacts to the Shire from this type of development.	This category is rated higher to reflect the higher infrastructure maintenance required from commercial activities within a rural zone.
UV - Rural Residential	This rating category covers all properties with a UV valuation which are zoned Rural Residential and Rural Smallholdings in the Local Planning Scheme No. 3.	To raise an equitable level of rates in comparison to other categories.	This category has a higher rate in the dollar than UV General to reflect decreases in valuation.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES (CONTINUED)

(d) Specified Area Rate

The Shire does not intend to raise specified area rate for the year ended 30th June 2023.

(e) Service Charges

The Shire does not intend to raise service charges for the year ended 30th June 2023.

(f) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2023.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

3. NET CURRENT ASSETS

		2022/23 Budget	2021/22 Actual	2021/22 Budget
	Note	30 June 2023	30 June 2022	30 June 2022
		\$	\$	\$
(a) Composition of estimated net current assets				
Current assets				
Cash and cash equivalents - unrestricted	4	232,917	1,578,611	440,427
Cash and cash equivalents - restricted	4	4,067,181	4,514,731	1,726,467
Receivables		285,961	617,828	393,176
Inventories		1,103	1,103	
		<u>4,587,162</u>	<u>6,712,273</u>	<u>2,560,070</u>
Less: current liabilities				
Trade and other payables		(269,243)	(415,213)	(404,000)
Contract liabilities		(2,000,000)	(2,885,730)	
Long term borrowings	7	(369,415)	(356,511)	
Employee provisions		(250,737)	(230,737)	(260,497)
		<u>(2,889,395)</u>	<u>(3,888,191)</u>	<u>(664,497)</u>
Net current assets		<u>1,697,767</u>	<u>2,824,082</u>	<u>1,895,573</u>
Less: Total adjustments to net current assets	3.(c)	(1,697,766)	(1,272,490)	(1,726,467)
Net current assets used in the Rate Setting Statement		<u>0</u>	<u>1,551,592</u>	<u>169,106</u>

EXPLANATION OF DIFFERENCE IN NET CURRENT ASSETS AND SURPLUS/(DEFICIT)

Items excluded from calculation of budgeted deficiency

When calculating the budget deficiency for the purpose of Section 6.2 (2)(c) of the Local Government Act 1995 the following amounts have been excluded as provided by Local Government (Financial Management) Regulation 32 which will not fund the budgeted expenditure.

(b) Non-cash amounts excluded from operating activities

The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Rate Setting Statement in accordance with *Financial Management Regulation 32*.

		2022/23 Budget	2021/22 Actual	2021/22 Budget
	Note	30 June 2023	30 June 2022	30 June 2022
		\$	\$	\$
Adjustments to operating activities				
Less: Profit on asset disposals	5(b)	(14,700)	(4,870)	0
Add: Loss on disposal of assets	5(b)	10,790	0	0
Add: Depreciation on assets	6	2,799,320	3,013,436	2,393,945
Movement in non-current pensioner deferred rates		0	(781)	
Movement in non-current employee provisions		0	(16,987)	34,790
Non cash amounts excluded from operating activities		<u>2,795,410</u>	<u>2,990,798</u>	<u>2,428,735</u>

(c) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from the net current assets used in the Rate Setting Statement in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

Adjustments to net current assets

Less: Cash - restricted reserves	8	(2,067,181)	(1,629,001)	(1,726,467)
Add: Current liabilities not expected to be cleared at end of year - Current portion of borrowings		369,415	356,511	0
Total adjustments to net current assets		<u>(1,697,766)</u>	<u>(1,272,490)</u>	<u>(1,726,467)</u>

SHIRE OF BODDINGTON

NOTES TO AND FORMING PART OF THE BUDGET FOR THE YEAR ENDED 30 JUNE 2023

3 (d) NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

An asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's operational cycle. In the case of liabilities where the Shire does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the Shire's intentions to release for sale.

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire of Boddington becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition.

PREPAID RATES

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the Shire recognises revenue for the prepaid rates that have not been refunded.

INVENTORIES

General

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Superannuation

The Shire of Boddington contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Boddington contributes are defined contribution plans.

LAND HELD FOR RESALE

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point.

GOODS AND SERVICES TAX (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

TRADE AND OTHER RECEIVABLES

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Trade receivables are held with the objective to collect the contractual cashflows and therefore measures them subsequently at amortised cost using the effective interest rate method.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

The Shire applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

PROVISIONS

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

EMPLOYEE BENEFITS

Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position. The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

CONTRACT LIABILITIES

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer. Grants to acquire or construct recognisable non-financial assets to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

4. RECONCILIATION OF CASH

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

	Note	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
Cash at bank and on hand		4,300,098	6,093,342	2,166,894
Total cash and cash equivalents		4,300,098	6,093,342	2,166,894
Held as				
- Unrestricted cash and cash equivalents	3(a)	232,917	1,578,611	440,427
- Restricted cash and cash equivalents	3(a)	4,067,181	4,514,731	1,726,467
		4,300,098	6,093,342	2,166,894
Restrictions				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		4,067,181	4,514,731	1,726,467
		4,067,181	4,514,731	1,726,467
The restricted assets are a result of the following specific purposes to which the assets may be used:				
Financially backed reserves	8	2,067,181	1,629,001	1,726,467
Contract liabilities		2,000,000	2,885,730	0
		4,067,181	4,514,731	1,726,467
Reconciliation of net cash provided by operating activities to net result				
Net result		558,241	(348,713)	(705,095)
Depreciation	6	2,799,320	3,013,436	2,393,945
(Profit)/loss on sale of asset	5(b)	(3,910)	(4,870)	0
(Increase)/decrease in receivables		331,867	1,197,907	1,402,963
(Increase)/decrease in inventories		0	(1,103)	0
Increase/(decrease) in payables		(145,969)	(680,163)	0
Increase/(decrease) in contract liabilities		(885,730)	1,289,046	(1,656,286)
Increase/(decrease) in unspent non-operating grants		0	0	(22,548)
Increase/(decrease) in employee provisions		20,000	(46,747)	34,790
Non-operating grants, subsidies and contributions		(1,005,883)	(974,249)	384,356
Net cash from operating activities		1,667,936	3,444,544	1,832,125

SIGNIFICANT ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

FINANCIAL ASSETS AT AMORTISED COST

The Shire classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

5. FIXED ASSETS

(a) Acquisition of Assets

The following assets are budgeted to be acquired during the year.

Asset class	Reporting program									2022/23 Budget total	2021/22 Actual total	2021/22 Budget total
	Governance	Law, order, public safety	Health	Education and welfare	Housing	Community amenities	Recreation and culture	Transport	Economic services			
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<i>Property, Plant and Equipment</i>												
Land - freehold land	0	0	0	0	0	0	0	0	0	0	103,049	0
Buildings - specialised	0	0	10,000	0	163,894	0	200,000	150,000	0	523,894	63,421	70,000
Furniture and equipment	81,368	15,000	0	0	0	0	5,000	5,300	35,000	141,668	45,931	55,000
Plant and equipment	0	20,000	0	0	0	0	0	422,233	0	442,233	158,469	222,233
	81,368	35,000	10,000	0	163,894	0	205,000	577,533	35,000	1,107,795	370,869	347,233
<i>Infrastructure</i>												
Infrastructure - roads	0	0	0	0	0	0	0	1,354,717	0	1,354,717	1,212,655	1,300,638
Infrastructure - footpaths	0	0	0	0	0	0	220,000	165,000	0	385,000	111,722	111,073
Infrastructure - drainage	0	0	0	0	0	0	0	110,000	0	110,000	42,668	55,000
Infrastructure - parks and gardens	0	0	0	70,000	0	8,000	902,040	0	240,000	1,220,040	3,752	35,000
Infrastructure - foreshore	0	0	0	0	0	0	0	0	0	0	93,558	241,312
	0	0	0	70,000	0	8,000	1,122,040	1,629,717	240,000	3,069,757	1,539,955	1,866,023
Total acquisitions	81,368	35,000	10,000	70,000	163,894	8,000	1,327,040	2,207,250	275,000	4,177,552	1,910,824	2,213,256

A detailed breakdown of acquisitions on an individual asset basis can be found in the supplementary information attached to this budget document at page 27.

SIGNIFICANT ACCOUNTING POLICIES

RECOGNITION OF ASSETS

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

5. FIXED ASSETS

(b) Disposals of Assets

The following assets are budgeted to be disposed of during the year.

	2022/23 Budget Net Book Value	2022/23 Budget Sale Proceeds	2022/23 Budget Profit	2022/23 Budget Loss	2021/22 Actual Net Book Value	2021/22 Actual Sale Proceeds	2021/22 Actual Profit	2021/22 Actual Loss	2021/22 Budget Net Book Value	2021/22 Budget Sale Proceeds	2021/22 Budget Profit	2021/22 Budget Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
By Program												
Transport	63,090	67,000	14,700	(10,790)	4,784	7,273	2,489	0	34,000	34,000	0	0
Other property and services	0	0	0	0	0	2,381	2,381	0	0	0	0	0
	63,090	67,000	14,700	(10,790)	4,784	9,654	4,870	0	34,000	34,000	0	0
By Class												
<i>Property, Plant and Equipment</i>												
Doctors Vehicle	0	0	0	0	4,784	9,654	4,870	0	34,000	34,000	0	0
1971 Toyota Landcruiser	2,000	12,000	10,000	0	0	0	0	0	0	0	0	0
2017 Ford Ranger	10,300	15,000	4,700	0	0	0	0	0	0	0	0	0
2012 Isuzu Truck	16,045	10,000		(6,045)	0	0	0	0	0	0	0	0
Mitsubishi Fuso Truck	34,745	30,000	0	(4,745)	0	0	0	0	0	0	0	0
	63,090	67,000	14,700	(10,790)	4,784	9,654	4,870	0	34,000	34,000	0	0

SIGNIFICANT ACCOUNTING POLICIES

GAINS AND LOSSES ON DISPOSAL

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period which they arise.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

6. ASSET DEPRECIATION

By Program

Governance
Law, order, public safety
Health
Education and welfare
Housing
Community amenities
Recreation and culture
Transport
Economic services
Other property and services

By Class

Buildings - non-specialised
Buildings - specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - drainage
Infrastructure - Culvert & Bridges
Infrastructure - parks and gardens
Infrastructure - public facilities
Infrastructure - caravan park
Infrastructure - foreshore
Infrastructure - waste
Other infrastructure

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
	88,000	87,150	62,050
	134,500	133,302	112,395
	60,000	60,271	43,675
	342,500	342,122	53,115
	94,900	94,923	53,665
	51,000	50,299	54,970
	828,120	826,954	568,720
	1,045,000	1,262,931	1,319,505
	41,000	41,096	48,850
	114,300	114,387	77,000
	2,799,320	3,013,436	2,393,945
	308,000	309,045	56,942
	846,000	848,116	407,026
	26,000	27,646	26,346
	290,000	292,202	249,815
	748,320	858,056	891,782
	55,000	55,761	59,501
	52,000	52,089	63,808
	150,000	242,853	233,878
	30,000	30,017	32,270
	121,000	121,904	136,883
	12,000	12,784	19,439
	51,000	51,469	29,757
	44,000	44,807	49,005
	66,000	66,687	137,493
	2,799,320	3,013,436	2,393,945

SIGNIFICANT ACCOUNTING POLICIES

DEPRECIATION

The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Major depreciation periods used for each class of depreciable asset are:

Buildings - non-specialised	10 to 100 years
Buildings - specialised	10 to 100 years
Furniture and equipment	1 to 10 years
Plant and equipment	1 to 15 years
Infrastructure - roads	10 to 80 years
Infrastructure - footpaths	30 years
Infrastructure - drainage	40 to 75 years
Infrastructure - Culvert & Bridges	75 years
Infrastructure - parks and gardens	5 to 25 years
Infrastructure - public facilities	10 to 100 years
Infrastructure - caravan park	7 to 15 years
Infrastructure - foreshore	5 to 25 years
Infrastructure - waste	20 to 40 years
Other infrastructure	3 to 50 years

AMORTISATION

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

The assets residual value of intangible assets is considered to be zero and useful live and amortisation method are reviewed at the end of each financial year.

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

7. INFORMATION ON BORROWINGS

(a) Borrowing repayments

Movement in borrowings and interest between the beginning and the end of the current financial year.

Purpose	Loan Number	Institution	Interest Rate	Budget	2022/23	Budget	2022/23	Actual	2021/22	Actual	2021/22	Budget	2021/22	Budget	2021/22
				Principal	Budget	Principal	Budget	Principal	Actual	Actual	Principal	Actual	Principal	Principal	Principal
				1 July 2022	Repayments	30 June 2023	Repayments	1 July 2021	Repayments	30 June 2022	Repayments	1 July 2021	Repayments	30 June 2022	Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Governance															
Administration Centre	105	WATC	4.01%	292,375	(142,705)	149,670	(10,206)	429,525	(137,150)	292,375	(15,500)	429,525	(137,150)	292,375	(21,154)
Health															
Doctors Residence	83	WATC	6.57%	0	0	0		12,942	(12,942)	0	(247)	12,942	(12,942)	0	(632)
Education and welfare															
Childcare Centre	100	WATC	6.42%	84,619	(18,989)	65,630	(5,075)	102,445	(17,826)	84,619	(5,858)	102,445	(17,826)	84,619	(6,237)
Housing															
3 Pecan Place	94	WATC	6.45%	164,128	(16,256)	147,872	(10,328)	179,384	(15,256)	164,128	(11,237)	179,384	(15,256)	164,128	(11,328)
34 Hill Street	97	WATC	6.45%	166,448	(16,486)	149,962	(10,474)	181,920	(15,472)	166,448	(11,396)	181,920	(15,472)	166,448	(11,488)
Recreation and culture															
Recreation Centre	106	WATC	3.36%	596,762	(65,981)	530,781	(19,438)	660,580	(63,818)	596,762	(20,959)	660,580	(63,819)	596,761	(21,600)
Recreation Centre	107	WATC	1.56%	812,235	(96,094)	716,141	(12,298)	906,847	(94,612)	812,235	(13,662)	906,847	(94,612)	812,235	(13,779)
				2,116,567	(356,511)	1,760,056	(67,819)	2,473,643	(357,076)	2,116,567	(78,860)	2,473,643	(357,077)	2,116,566	(86,218)
				2,116,567	(356,511)	1,760,056	(67,819)	2,473,643	(357,076)	2,116,567	(78,860)	2,473,643	(357,077)	2,116,566	(86,218)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

7. INFORMATION ON BORROWINGS

(b) New borrowings - 2022/23

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2023

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2022 nor is it expected to have unspent borrowing funds as at 30th June 2023.

(d) Credit Facilities

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit	750,000	750,000	750,000
Bank overdraft at balance date	0	0	0
Credit card limit	50,000	50,000	30,000
Credit card balance at balance date	0	1,272	0
Total amount of credit unused	800,000	801,272	780,000
Loan facilities			
Loan facilities in use at balance date	1,760,056	2,116,567	2,116,566

SIGNIFICANT ACCOUNTING POLICIES

BORROWING COSTS

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

8. FINANCIALLY BACKED RESERVES

(a) Financially Backed Reserves - Movement

	2022/23 Budget Opening Balance	2022/23 Budget Transfer (to)	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance	2021/22 Actual Opening Balance	2021/22 Actual Transfer (to)	2021/22 Actual Transfer (from)	2021/22 Actual Closing Balance	2021/22 Budget Opening Balance	2021/22 Budget Transfer (to)	2021/22 Budget Transfer (from)	2021/22 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by Council												
(a) Plant Reserve	221,394	51,107	0	272,501	221,171	223	0	221,394	220,766	265	0	221,031
(b) Building Reserve	97,221	200,486	0	297,707	97,123	98	0	97,221	96,947	116	0	97,063
(c) Community Facility Fund	40,649	40,203	0	80,852	31,617	9,032	0	40,649	31,559	9,240	0	40,799
(d) Refuse Site Reserve	39,510	40,198	0	79,708	39,470	40	0	39,510	39,397	47	0	39,444
(e) Aged Housing Reserve	267,197	41,336	(100,000)	208,533	366,828	369	(100,000)	267,197	366,155	440	0	366,595
(f) Swimming Pool Reserve	21,026	200,105	0	221,131	21,005	21	0	21,026	20,967	25	0	20,992
(g) River Crossing Reserve	47,692	40,238	0	87,930	47,644	48	0	47,692	47,556	57	0	47,613
(h) Prepaid Conditional Grants Reserve	199,759	0	0	199,759	199,558	201	0	199,759	199,193	239	0	199,432
(i) Unspent Conditional Grants Reserve	377,080	0	(377,080)	0	376,701	379	0	377,080	376,011	452	0	376,463
(j) Public Open Space Reserve	267,473	101,337	0	368,810	267,204	269	0	267,473	266,714	321	0	267,035
(k) Town Weir	50,000	200,250	0	250,250	0	50,000	0	50,000	0	50,000	0	50,000
	1,629,001	915,260	(477,080)	2,067,181	1,668,322	60,679	(100,000)	1,629,001	1,665,265	61,202	0	1,726,467

(b) Financially Backed Reserves - Purposes

In accordance with Council resolutions in relation to each reserve account, the purpose for which the reserves are set aside are as follows:

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Plant Reserve	2023/2024	to fund the purchase of new or second hand plant and equipment
(b) Building Reserve	2023/2024	to fund the requirements for maintenance, renewal, upgrade or new buildings and associated facilities
(c) Community Facility Fund	2023/2024	to fund the Shire's co-contribution towards projects received under the Community Facilities Fund
(d) Refuse Site Reserve	Future	to fund the establishment and operation of the refuse disposal facilities
(e) Aged Housing Reserve	2022/2023	to fund future aged housing developments
(f) Swimming Pool Reserve	2028/2029	to fund the maintenance and upgrade requirements of the swimming pool
(g) River Crossing Reserve	2023/2024	to fund the upgrading and refurbishment of river crossings
(h) Prepaid Conditional Grants Reserve	2022/2023	to provide a mechanism for identifying prepaid grants where the expenditure will be incurred in the next financial year
(i) Unspent Conditional Grants Reserve	2023/2024	to provide a mechanism for identifying conditional unspent grants where the expenditure will be undertaken in future years
(j) Public Open Space Reserve	2023/2024	to fund the upgrade and rationalisation of Public Open Space and parklands within the Shire
(k) Town Weir	2024/2025	to fund renewal, replacement, upgrade and maintenance expenses related to the town weir.

The Shire has resolved to change the Reserve name for Local Community Organisation Assistance Fund Reserve to Community Facility Fund.

SHIRE OF BODDINGTON

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2023

9. REVENUE RECOGNITION

SIGNIFICANT ACCOUNTING POLICIES

Recognition of revenue is dependant on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contractual commitments	General appropriations and contributions with no specific contractual commitments	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Pool inspections	Compliance safety check	Single point in time	Full payment upon inspection	None	Set by State legislation	Applied fully on timing of inspection	No refunds	Revenue recognised after inspection event occurs
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment upon inspection	None	Set by State legislation or limited by legislation to the cost of provision	Applied fully on timing of inspection	Not applicable	Revenue recognised after inspection event occurs
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by council annually	Apportioned equally across the collection period	Not applicable	Output method based on regular weekly and fortnightly period as proportionate to collection service
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Property hire and entry	Use of halls and facilities	Single point in time	Payment in full in advance	Refund if even cancelled	Adopted by council annually	Based on timing of entry to facility	Returns limited to repayment of transaction price	On entry or at conclusion of hire
Memberships	Pool membership	Over time	Payment in full in advance	None	Adopted by council annually	Apportioned equally across the access period	No refunds	Output method over 12 months matched to access right
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

10. PROGRAM INFORMATION

Income and expenses	2022/23 Budget	2021/22 Actual	2021/22 Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
Governance	1,350	88,941	37,235
General purpose funding	6,180,375	5,263,786	5,259,993
Law, order, public safety	37,000	42,029	34,600
Health	48,250	45,906	39,290
Education and welfare	580,500	590,270	457,700
Housing	46,200	26,248	23,400
Community amenities	352,654	322,155	296,030
Recreation and culture	42,300	50,122	41,895
Transport	50,950	24,780	300
Economic services	358,747	423,227	290,827
Other property and services	24,705	73,799	11,005
	7,723,031	6,951,263	6,492,275
Operating grants, subsidies and contributions			
Governance	0	2,211	5,200
General purpose funding	62,318	392,423	107,376
Law, order, public safety	87,420	142,966	90,193
Education and welfare	54,500	53,429	47,500
Community amenities	0	5,545	0
Recreation and culture	141,732	65,418	7,000
Transport	156,706	136,384	109,780
Economic services	83,625	117,791	870
	586,301	916,167	367,919
Non-operating grants, subsidies and contributions			
General purpose funding	341,192	0	0
Community amenities	80,000	0	100,000
Recreation and culture	487,600	0	0
Transport	982,821	974,249	1,171,930
	1,891,613	974,249	1,271,930
Total Income	10,200,945	8,841,679	8,132,124
Expenses			
Governance	(451,322)	(116,764)	(127,430)
General purpose funding	(180,160)	(11,989)	(22,307)
Law, order, public safety	(573,982)	(520,277)	(523,783)
Health	(236,372)	(252,394)	(218,897)
Education and welfare	(1,464,987)	(1,062,070)	(822,710)
Housing	(78,967)	(32,971)	(19,885)
Community amenities	(769,705)	(883,784)	(837,143)
Recreation and culture	(2,630,679)	(2,339,158)	(2,123,765)
Transport	(2,350,025)	(3,132,393)	(3,309,496)
Economic services	(876,828)	(863,956)	(827,708)
Other property and services	(29,677)	25,364	(4,095)
Total expenses	(9,642,704)	(9,190,392)	(8,837,219)
Net result for the period	558,241	(348,713)	(705,095)

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

11. OTHER INFORMATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
The net result includes as revenues			
(a) Interest earnings			
Investments			
- Reserve funds	5,261	1,678	2,000
- Other funds	9,000	2,657	800
Other interest revenue (refer note 1b)	20,850	20,252	14,500
	35,111	24,587	17,300
(b) Other revenue			
Reimbursements and recoveries	41,250	152,161	35,830
Other	12,000	12,997	0
	53,250	165,158	35,830
The net result includes as expenses			
(c) Auditors remuneration			
Audit services	35,000	41,500	31,500
	35,000	41,500	31,500
(d) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	67,819	78,860	86,218
	67,819	78,860	86,218

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

12. ELECTED MEMBERS REMUNERATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Cr G Ventris			
President's allowance	8,925	8,500	8,500
Meeting attendance fees	11,550	11,000	11,000
Annual allowance for ICT expenses	541	515	515
Travel and accommodation expenses	500	273	500
	21,516	20,288	20,515
Cr E Smalberger			
Deputy President's allowance	2,231	1,594	0
Meeting attendance fees	5,775	5,500	5,500
Annual allowance for ICT expenses	541	515	515
Travel and accommodation expenses	500	255	0
	9,047	7,864	6,015
Cr E Schreiber			
Deputy President's allowance	0	531	2,125
Meeting attendance fees	5,775	5,500	5,500
Annual allowance for ICT expenses	541	515	515
Travel and accommodation expenses	500	0	0
	6,816	6,546	8,140
Cr C Erasmus			
Meeting attendance fees	5,775	5,500	5,500
Annual allowance for ICT expenses	541	515	515
Travel and accommodation expenses	500	0	0
	6,816	6,015	6,015
Cr I Webster			
Meeting attendance fees	5,775	5,500	5,500
Annual allowance for ICT expenses	541	515	515
Travel and accommodation expenses	500	663	0
	6,816	6,678	6,015
Cr A Ryley			
Meeting attendance fees	5,775	1,833	0
Annual allowance for ICT expenses	541	172	0
Travel and accommodation expenses	500	0	0
	6,816	2,005	0
Cr L Lewis			
Meeting attendance fees	5,775	1,833	0
Annual allowance for ICT expenses	541	172	0
Travel and accommodation expenses	500	0	0
	6,816	2,005	0
Cr J Hoffman			
Meeting attendance fees	0	5,500	5,500
Annual allowance for ICT expenses	0	515	515
	0	6,015	6,015
Cr S Manez			
Meeting attendance fees	0	1,375	5,500
Annual allowance for ICT expenses	0	0	515
Travel and accommodation expenses	0	27	500
	0	1,402	6,515
Total Elected Member Remuneration	64,643	58,818	59,230
President's allowance	8,925	8,500	8,500
Deputy President's allowance	2,231	2,125	2,125
Meeting attendance fees	46,200	43,541	44,000
Annual allowance for ICT expenses	3,787	3,434	3,605
Travel and accommodation expenses	3,500	1,218	1,000
	64,643	58,818	59,230

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

13. FEES AND CHARGES

	2022/23	2021/22	2021/22
	Budget	Actual	Budget
	\$	\$	\$
By Program:			
Governance	750	35,088	30,850
General purpose funding	9,500	10,885	7,500
Law, order, public safety	36,800	41,567	34,600
Health	48,250	45,034	38,250
Education and welfare	580,000	586,127	457,700
Housing	44,400	19,870	22,100
Community amenities	352,654	322,155	296,030
Recreation and culture	41,150	44,007	40,795
Transport	36,250	254	300
Economic services	341,947	404,951	283,322
Other property and services	2,505	18,396	2,505
	1,494,206	1,528,334	1,213,952

The subsequent pages detail the fees and charges proposed to be imposed by the local government.

SHIRE OF BODDINGTON
NOTES TO AND FORMING PART OF THE BUDGET
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SUPPLEMENTARY INFORMATION - ACQUISITION OF ASSETS

	TOTAL	Financing			
		Grants and Contributions	Sale Proceeds	Reserves	General Revenue
Land and Buildings					
Building Asset Renewal Program	163,894	-	-	-	163,894
Upgrade to Security System - Medical Centre	10,000	-	-	-	10,000
Crib Room for Depot	150,000	-	-	-	150,000
24 hour Gym	200,000	100,000	-	-	100,000
	523,894	100,000	-	-	423,894
Furniture and Equipment					
Ice Machine for Depot	5,300	-	-	-	5,300
CCTV Upgrades	15,000	-	-	-	15,000
Electronic Sign Board	35,000	-	-	-	35,000
Library Shelving	5,000	-	-	-	5,000
IT Equipment - Server Replacement	25,000	-	-	-	25,000
Councillor Tablets	14,000	-	-	-	14,000
Printer Replacement	10,368	-	-	-	10,368
Laptop replacements	16,000	-	-	-	16,000
PC replacements (other)	11,000	-	-	-	11,000
IT Replacements ELC	5,000	-	-	-	5,000
	141,668	-	-	-	141,668
Plant and Equipment					
New Plant Float	50,158	-	-	-	50,158
Truck Modifications to Tow Plant Float	14,875	-	-	-	14,875
New Mower	51,200	-	-	-	51,200
Replace utility	30,000	-	12,000	-	18,000
Replace utility	39,000	-	15,000	-	24,000
Isuzu NLR200 Tipper	50,000	-	10,000	-	40,000
Mitsubishi Fuso Truck	150,000	-	30,000	-	120,000
New slip on unit for Ranger Vehicle	20,000	-	-	-	-
Remote Traffic Lights	27,000	-	-	-	27,000
Minor Equipment	10,000	-	-	-	10,000
	442,233	-	67,000	-	355,233
Infrastructure - Roads					
RTR - River Road	37,341	37,341	-	-	-
RTR - Johnstone Street	52,800	52,800	-	-	-
RTR - Hill Street	28,800	28,800	-	-	-
RTR - Hotham Avenue	19,800	19,800	-	-	-
RTR - George Street	25,080	25,080	-	-	-
RRG - Lower Hotham Rd	169,396	112,930	-	-	56,466
RRG - Crossman Rd	219,000	146,000	-	-	73,000
RRG - Lower Hotham Rd	247,500	165,000	-	-	82,500
RRG - Harvey Quindanning Rd	555,000	370,000	-	-	185,000
	1,354,717	957,751	-	-	396,966
Infrastructure - Drainage					
Provide Kerbing alongside town road	10,000	-	-	-	10,000
Implement recommendations Drainage Report	100,000	-	-	-	100,000
	110,000	-	-	-	110,000
Infrastructure - Footpaths					
Club Drive, Hakea Rd and Adam Street (east side)	65,000	-	-	-	65,000
Footpath Renewals	100,000	-	-	-	100,000
Mountain Bike Trails	220,000	200,000	-	-	20,000
	385,000	200,000	-	-	185,000
Infrastructure - Parks and Gardens					
Hotham Park/Foreshore Landscape & Lighting	180,000	80,000	-	-	100,000
Ranford Playground Replacement	46,248	-	-	-	46,248
Shade Over Hotham Park	100,000	100,000	-	-	-
Playground for Toddlers & Small Children	100,000	100,000	-	-	-
Bicycle Rack - Hotham Park	10,000	-	-	-	10,000
ELC - Playground	70,000	-	-	-	70,000
Town Centre Master Plan	141,192	141,192	-	-	-
Regional Destination Signage	80,000	-	-	-	80,000
Upgrade Interpretive Centre	100,000	-	-	-	100,000
Community Playground	118,600	93,600	-	-	25,000
Install bore at Hotham Park	50,000	-	-	-	50,000
Resurface Bowling Green	141,000	94,000	-	-	47,000
Cemetery Niche Wall	8,000	-	-	-	8,000
Boddington Sign Lighting Albany Hwy	10,000	-	-	-	10,000
Tennis Practice Wall	15,000	-	-	-	15,000
Ranford Information Bay	50,000	-	-	-	50,000
	1,220,040	608,792	-	-	611,248
Total	4,177,552	1,866,543	67,000	-	2,224,009